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Honorable James H. Welsh
Commissioner of Conservation
Office of Conservation
P.O. Box 94275
Baton Rouge, Louisiana 70804-9275

RE: Lower Klumpp "D" Sand RB SUC
Rayne Field
Acadia Parish, Louisiana

Dear Commissioner Welsh:

Application is hereby made on behalf of SE USA Operating Company for the calling of a public hearing, after thirty (30) days legal notice, to consider evidence relative to the issuance of an Order pertaining to the following matter in the Lower Klumpp "D" Sand, Reservoir B in the Rayne Field, Acadia Parish, Louisiana, to-wit:

1. To create a single drilling and production unit, designated the Lower Klumpp "D" RB SUC, for the exploration for and production of oil and gas;
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation;
3. To designate the SE USA Operating Company (Whittier) - No. 1 Harmon Well as the unit well for the proposed Lower Klumpp "D" RB SUA.
4. To designate SE USA Operating Company as the unit operator for the proposed unit;
5. To provide that the Commissioner of Conservation Lower Klumpp "D" Sand, Reservoir B, by supplemental order without the necessity of a public hearing if the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation; and

6. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing

The Lower Klumpp "D" Sand Reservoir B in the Rayne Field, Acadia Parish, Louisiana was previously defined in Office of Conservation Order No. 307-H effective April 1, 1963.

Pursuant to the Rules of Procedure a conference to discuss the proposed application and any opposition thereto was scheduled for 10:30 A.M. Monday, September 10, 2007, at the Petroleum Club of Lafayette, Louisiana. However, no Interested Owner or Represented Party made a specific request to confer, therefore this conference was not held.

Pertinent data relating to the proposed application can be obtained, AT THE COST OF THE REQUESTING PARTY, by contacting Frank Harrison, P.O. Box 51943, Lafayette, LA 70505, (337) 232-4031.

There is attached hereto and made a part hereof plats outlining the proposed unit and a list of the names and addresses of the interested parties to whom this unitization proposal is being sent. Pursuant to the Revised Rules of Procedure, such list of parties is being furnished ONLY to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, the list of parties will be provided to any party requesting a copy of it. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, represented Parties and Interested Parties.

Finally, there is also enclosed a check in the amount of \$755.00 made payable to the Louisiana Office of Conservation, in payment of the required hearing application fee.

Very truly yours,



E. Holmes Smart

EHS/hjs

Enclosures

cc: Mr. Richard D. Hudson
Office of Conservation
District Manager
P.O. Box 51285
Lafayette, LA 70505

cc: Interested Owners, Represented Parties
and Interested Parties

